PET & LIBYA

OUTGOING UNCLASSIFIED
DEPARTMENT OF STATE

FORM DS 3221(OCR) 19 APR 72Z 23 14 067830

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UNCLASSIFIED

AF/N:WCLARK:EW
4/19/72 EXT 21774
AF/N:HIODELL

E/FSE:GBROWN

ROUTINE TRIPOLI

ROUTINE BENGHAZI, LONDON, ROME

INITIALS
DRAFTER

SUBJ: REPORT OF LIBYAN AGREEMENT WITH ENI

1. PETROLEUM INTELLIGENCE WEEKLY (PIW) ISSUE DATED APRIL 17 REPORTS ENI HAS CONCEDED PRINCIPLE OF 51 PERCENT LIBYAN PARTICIPATION IN CONCESSION 100. AGREEMENT REPORTEDLY MADE BY ENI WITH MINPET MABRUK, BUT SUBJECT TO HIGHER LIBYAN APPROVAL.

2. PIW SAID UNDER ENI OFFER LARG WOULD RECEIVE 25 PERCENT EQUITY TO START. LARG EQUITY WOULD THEN REACH "CLOSE" TO 30 PERCENT WHEN PRODUCTION REACHES 100,000 BARRELS PER DAY (EXPECTED LATER THIS YEAR) AND WOULD BUILD UP TO 51 PERCENT AT SOME TIME OR PRODUCTION LEVEL IN THE FUTURE. PIW SAID NO ANNOUNCEMENT OF AGREEMENT HAS BEEN MADE AND INDICATED FURTHER DETAILS NOT AVAILABLE.

3. PIW ALSO REPORTS RESULT AS YET UNKNOWN OF ENI EFFORTS TO ACHIEVE LIBYAN AGREEMENT TO PER BARREL TAX AND ROYALTY PAYMENTS BELOW AMOUNT CALLED FOR BY PREVAILING POSTED PRICE FOR WAXY OIL FROM CONCESSION 100. YY

DEPARTMENT OF STATE A/CDC/IR:
REVIEWED BY: DJ DATE: 8/4/82
RDS☐ or XDS☐ EXT. DATE
TS AUTH. REASON:
ENDOLE EXCISE MARKING: ☐
DECL: CLASSIFIED☐ EXEMPTIONS

UNCLASSIFIED

EXDIS